

OFFICIAL RECORDS OF
MARICOPA COUNTY RECORDER
HELEN PURCELL
2005-1003330 07/19/05 14:13
1 OF 1

13ARRAS

When recorded, return to:
Arizona Department of Real Estate
2910 North 44th Street, Suite 100
Phoenix, AZ 85018
Telephone: (602)468-1414
Facsimile: (602)468-0562

BEFORE THE ARIZONA DEPARTMENT OF REAL ESTATE

In the matter of the Subdivision)
violations of:)

NO. 05F-SD-275

World Live Inc., Tonopah MT)
Corporation, Daddy's Girl Inc., RMH)
Enterprises Inc., Schaefer)
Development Corporation, Marketing)
Advisors, West Valley Properties LLC,)
Western Retirement Services, Inc.,)
CEZ Holdings Inc., 570979 BC Ltd.,)
Zakjak Inc., Metropolitan One Trust,)
Pinnacle Financial Trust, EEC Living)
Land Trust, Red Eagle Land Trust, F-)
250-99 Trust, Jennifer K Spiker Land)
Trust, Jennings Family Trust, Deanna)
Alexander, Carl Clifford Dixon Jr.,)
Guy Vale, Matt Hiatt dba Matt Hiatt)
PC, Thomas Bush, Joanne Bush, Dore)
Pfaff, Robert Halicky, Elaine)
Comfort, Lauralee Paul, Yuan Ma,)
Rodger Halvorsen aka Roger Halvorsen,)
Theresa Halvorsen aka Teresa)
Halvorsen, Christopher Owens, Cynthia)
Owens, Kent Owens, Dennis Roberts,)
Megen Roberts aka Megan Roberts,)
Robert MacMillan, Noelle Goetz, Wayne)
Miller, Marilyn Miller, Loren Jones)
aka Lorne Jones, Carol Jones,)
Clarence Coldwell, Jean Coldwell,)
Keith Bart Hampton, Lloyd Warren)
Hampton, Murray MacKay, Ernie Zacher,)
Jack L Hampton, Daniel Keith Temple,)
Verna Lickie, Robert E Quist, Paul)
Douglas Quist aka Douglas Quist,)
Laura Quist, Michael Kennedy, Maureen)
Kennedy, Thomas Wade aka Wade Thomas,)
Kevin Arnold, Denise Arnold, George)
Robb, Azim Aditia, Robert Henry)
Payne, Kevin Waldher, Lyle Wall,)
William M Mc Donald, Kenneth Graham,)
Barbara Graham, Lloyd Meek, Norma)
Meek, Steve Howe, J. Roger Alquist)

CEASE & DESIST
AND
SUMMARY SUSPENSION ORDER
AND
NOTICE OF RIGHT
TO REQUEST HEARING

1 dba J. Roger Alquist P.C., Kwan Jin,)
 Brian Lucas, Barbara Lucas, Roger)
 2 Krogen, K. Krogen, Fred Anderson,)
 Jeffery Hernandez, Alan Lemish,)
 3 Dwayne Walbaum, Roman Zalewski,)
 Janina Zalewski, Margaret C. Balli,)
 4 Tayna Balli, Toni Caballero, Douglas)
 Zaharichuk, Phyllis MacFarland,)
 5 Multi-Source Inc., Manley Financial,)
 John F. King & Assoc. LTD, PEM Trust,)
 6 New River Sod Company, Lisa Schofield)
 7 PLLC, Pinacor LLC, Tam Wal)
 Investments, Inc., and Leisure Lane)
 8 Properties,)
 9 Respondents.)

10 DIRECTED TO:

11 Respondent #1
 World Live
 12 1159 E. Tuckey Lane
 Phoenix, AZ 85017

Respondent #7
 West Valley Properties LLC
 10830 N. 71st Place #105
 Scottsdale, AZ 85254

13 Respondent #2
 14 Tonopah MT Corporation
 1159 E. Tuckey Lane
 15 Phoenix, AZ 85017

Respondent #8
 Western Retirement Services
 625 5th Street Ste 701
 New Westminster, BC Canada V3M 1X4

16 Respondent #3
 17 Daddy's Girl Inc.
 28652 N 45th Way
 18 Cave Creek, AZ 85331

Respondent #9
 CEZ Holdings Inc.
 1371 Hastings Cres S/E
 Calgary, AB Canada T26 4C8

19 Respondent #4
 RMH Enterprises Inc.
 20 28652 N 45th Way
 21 Cave Creek, AZ 85331

Respondent #10
 570979 BC Ltd.
 625 N 5th St. Ste.701
 New Westminster, BC Canada V3M 1X4

22 Respondent #5
 Schaefer Development Corporation
 20660 N. 40th Street #1018
 23 Phoenix, AZ 85050

Respondent #11
 Zakjak Inc.
 6130 W. Flamingo #135
 Las Vegas, NV 89173

24 Respondent #6
 25 Marketing Advisors
 1401 Kimdale Street
 26 Lehigh Acres, FL 33936

Respondent #16
 F-250-99 Trust
 1194 Highway #2 East
 Kalispell, MT 59901

1 Respondent #17
Jennifer K Spiker Land Trust
2 24 Martha Rd. #3
Columbia Falls, MT 59912
3
4 Respondent #18
Jennings Family Trust
5 P.O. Box 66
Polson, MT 59860
6
7 Respondent #19
Deanna Alexander
8 8800 N. Gainey Center Dr. #250
Scottsdale, AZ 85258
9
10 Respondent #20
Carl Clifford Dixon JR
11 1844 E. Sheena Drive
Phoenix, AZ 85022
12
13 Respondent #21
Guy Vale
2025 E. Rio Salado Pkwy.
Tempe, AZ 85281
14
15 Respondent #22
Matt Hiatt (Lic.# SA109557000)
5044 E Duane Lane
16 Cave Creek, AZ 85331
Original Issue Date: 03/28/95
17 Effective Date: 04/01/03
Expiration Date: 03/31/05
18 License Status: Timely renewal
19 pending
20
21 Respondent #23
Thomas Bush
1615 Meadowlark Ln
Sheridan, WY 82801
22
23 Respondent #24
Joanne Bush
1615 Meadowlark Ln
24 Sheridan, WY 82801
25
26
27
28

Respondent #25
Dore Pfaff (Lic.# SA017317000)
1159 E. Tuckey Lane
Phoenix, AZ 85017
Original Issue Date: 04/28/80
Effective Date: 10/28/04
Expiration Date: 04/30/06
License Status: Active

Respondent #26
Murray MacKay
367 Whiteridge Crescent NE
Calgary AB Canada T1Y 2Y9

Respondent #27
Robert Halicky (Lic.# SA04671000)
28652 N. 45th Way
Cave Creek, AZ 85331
Original Issue Date: 01/05/93
Effective Date: 11/09/04
Expiration Date: 07/31/05
License Status: Active

Respondent #28
Elaine Comfort
#9 5th Street East
Kalispell, MT 5901

Respondent #29
Lauralee Paul
19 Kensington Lane
Regina, SASK Canada S4S 7G5

Respondent #30
Yuan MA
17-10680 Springmont Dr.
Richmond, BC Canada V731W1

Respondent #31
Rodger Halvorsen
Box 17 Semans
Semans, SASK, Canada S0A 3S0

Respondent #32
Theresa Halvorsen
17 Chilcotin Road West
Lethbridge AB Canada T1K 7G8

Respondent #33
Christopher Owens
Box 1088
Caryle, SASK Canada S0C 0R0

1 Respondent #34
2 Cynthia Owens
3 Box 1088
4 Caryle, SASK Canada S0C 0R0
5
6 Respondent #35
7 Kent Owens
8 Box 32009
9 Regina, SASK Canada S4N 7L2
10
11 Respondent #36
12 Dennis Roberts
13 23 Hayes Crescent
14 Regina, SASK Canada S4K 1B1
15
16 Respondent #37
17 Megen Roberts
18 23 Hayes Crescent
19 Regina, SASK Canada S4K 1B1
20
21 Respondent #38
22 Robert MacMillan
23 19 Kensington Lane
24 Regina, SASK Canada S4S 7G5
25
26 Respondent #39
27 Noelle Goetz
28 3246 Allan Road
North Vancouver BC Canada V0J 3C5
Respondent #40
Wayne Miller
Box 911
Lanigan SASK Canada S0K 2M0
Respondent #41
Marilyn Miller
Box 911
Lanigan SASK Canada S0K 2M0
Respondent #42
Loren Jones
501 3rd Street East
Watrous SASK Canada S0K 4T0
Respondent #43
Carol Jones
501 3rd Street East
Watrous SASK Canada S0K 4T0

Respondent #44
Clarence Coldwell
Box 36
Riceton, SASK Canada S0G 4E0
Respondent #49
Ernie Zacher
267 Canterville Dr. SW
Calgary AB Canada T2W 3X9
Respondent #50
Jack L Hampton
177 Norwich Cr
Sherwood Park AB Canada T8A 5T7
Respondent #51
Daniel Keith Temple
452 Ranch Ridge Court NW
Calgary AB Canada T3G 1N7
Respondent #52
Verna Lickie
24480 35th Avenue
Langley, BC Canada V2Z 1J2
Respondent #53
Robert E Quist
P.O. Box 431
Marwayne, AB Canada T0B 2X0
Respondent #54
Paul Douglas Quist
P.O. Box 604
Marwayne, AB Canada T0B 2X0
Respondent #55
Laura Quist
P.O. Box 604
Marwayne, AB Canada T0B 2X0
Respondent #56
Michael Kennedy
1334 13th Avenue NW
Moose Jaw, SASK Canada S6H 7J2
Respondent #57
Maureen Kennedy
1334 13th Avenue NW
Moose Jaw, SASK Canada S6H 7J2

1 Respondent #58
Thomas Wade
2 1315 Elphinstone Street
Regina, SASK Canada S4T 765
3
4 Respondent #59
Kevin Arnold
5 P.O. Box 27
Caron, SASK Canada S0H 0R0
6
7 Respondent #60
Denise Arnold
P.O. Box 27
8 Caron, SASK Canada S0H 0R0
9
10 Respondent #61
George Robb
625 5th Street
11 New Westminster BC Canada V3M 1X4
12
13 Respondent #62
Azim Aditia
215 Pinemill Road NE
14 Calgary AB Canada T1Y 2E1
15
16 Respondent #63
Robert Henry Payne
605 Aboyne Cres. NE
17 Calgary, AB Canada T2A 5Y7
18
19 Respondent #64
EEC Living Land Trust
1536 S. Reserve Ste. B
20 Missoula, MT 59801
21
22 Respondent #65
Kevin Waldher
#9 5th Street East
23 Kalispell, MT 59901
24
25 Respondent #66
Lyle Wall
P.O. Box 66
26 Polson, MT 59860
27
28 Respondent #67
William M McDonald
P.O. Box 66
Polson, MT 59860

Respondent #68
Kenneth Graham (Lic.# BR009991000)
5035N 10th Pl #210
Phoenix, AZ 85014
Original Issue Date: 01/15/73
Effective Date: 08/01/03
Expiration Date: 07/31/05
License Status: Active

Respondent #69
Barbara Graham
5035 N 10th Pl #210
Phoenix, AZ 85014

Respondent #70
Lloyd Meek
6045 N. Dysart Rd.
Litchfield Park AZ 85340

Respondent #71
Norma Meek
6045 N. Dysart Rd.
Litchfield Park AZ 85340

Respondent #72
Pinnacle Financial Trust
#9 5th Street East
Kalispell, MT 59901

Respondent #73
Steve Howe
24 Martha Rd. #3
Columbia Falls MT 59912

Respondent #74
J. Alquist (Lic.# BR004706000)
6044 N Calle Mio
Phoenix, AZ 85014
Original Issue Date: 08/28/80
Effective Date: 03/02/05
Expiration Date: 03/31/06
License Status: Active

Respondent #75
Phyllis MacFarland
7575 E. Indian Bend Rd.
Scottsdale, AZ 85250

Respondent #76
Lloyd Warren Hampton
540 Penworth Way SE
Calgary, AB Canada T2A 4G3

1 Respondent #77
2 Keith Bart Hampton
2009 39th Avenue NE
3 Calgary AB Canada T2E 8V8
4 Respondent #78
5 Jean Coldwell
6 PO Box 36
Riceton, SK S0G4E0 Canada
7 Respondent #79
8 Gunnvor Owens
Box 32009
Regina, SASK Canada S4N 7L2
9
10 Respondent #80
11 Leisure Lane Properties LLC
13145 E. Gold Dust Ave
12 Scottsdale, AZ 85229
13 Respondent #81
14 Lisa Schofield PLLC (SA526424000)
1413 E. Cortez Street
Phoenix, AZ 85020
15 Original Issue Date: 09/20/2001
16 Effective Date: 05/13/2005
Expiration Date: 09/30/2005
17 License Status: active
18 Respondent #82
19 Pinacor LLC
4727 E. Rancho Caliente Dr.
Cave Creek, AZ 85331
20 Respondent #83
21 Tam Wal Investments Inc.
844 N. 91st Way
22 Mesa, AZ 85207
23 Respondent #84
24 New River Sod Company
9699 N. Hayden Rd. #108
25 Scottsdale, AZ 85258
26 Respondent #85
27 Metropolitan One Trust
Box 32009
Regina, SASK Canada S4N 7L2
28

Respondent #86
Multi-Source
6130 W. Flamingo #135
Las Vegas, NV 89103

Respondent #87
Jeffery Hernandez
13145 E Gold Dust Ave.
Scottsdale, AZ 85259

Respondent #88
Red Eagle Land Trust
1194 Highway #2 East
Kalispell, MT 59901

Respondent #89
Alan L Lemisch
4724 E Rancho Caliente Dr.
Cave Creek, AZ 85331

Respondent #90
Kwan Jin (SA556898000)
5611 N. 16th St. #100
Phoenix, AZ 85016
and
7526 E. Maker Dr.
Scottsdale, AZ 85262
Original Issue Date: 12/10/2004
Effective Date: 12/10/2004
Expiration Date: 12/31/2006
License Status: active

Respondent #91
Manley Financial Group
6130 W. Flamingo #135
Las Vegas, NV 89103

Respondent #92
Roger Krogen
6130 W. Flamingo #135
Las Vegas, NV 89103

Respondent #93
Dwayne Walbaum
844 N. 91st Way
Mesa, AZ 85207

Respondent #94
Janina Zalewski
13356 W. Statler Street
Surprise, AZ 85374

1 Respondent #95
2 Roman Zalewski
3 13356 W. Statler Street
4 Surprise, AZ 85374

5 Respondent #96
6 Bryon Lucas
7 325 S. Santa Fe Avenue
8 Vista, CA 92083

9 Respondent #97
10 Barbara Lucas
11 325 S. Santa Fe Avenue
12 Vista, CA 92083

13 Respondent #98
14 Ron Knott
15 10830 N. 71st Place #105
16 Scottsdale, AZ 85254

17 Respondent #99
18 Margaret C Balli
19 6647 N. 44th Avenue
20 Glendale, AZ 85301

21 Respondent #100
22 Tayna R. Balli
23 6647 N44th Avenue
24 Glendale, AZ 85301

25 Respondent #101
26 Toni Caballero
27 6647 N44th Avenue
28 Glendale, AZ 85301

Respondent #102
Chauncey Ridge of Arizona
6130 W. Flamingo #135
Las Vegas NV 89103

Respondent #103
John F King & Assoc. LTD
Defined Benefit Plan
John F King - Trustee
1636 E. Aurelius
Phoenix, AZ 85020

Respondent #104
PEM Trust
7575 E. Indian Bend Rd
Scottsdale, AZ 85250

Respondent #105
K. Krogen
6130 W. Flamingo #135
Las Vegas NV 89103

Respondent #106
Fred Anderson
1401 Kimdale Street
Lehigh Acres, FL 33936

Respondent #107
Douglas Zaharichuk
8107 E Morgan Trail
Scottsdale, AZ 85258

21 After investigation and review, the Arizona Department of Real
22 Estate ("Department"), upon information and belief, alleges that:

23 1. The above-named Respondents own or did own real property or
24 participated in or assisted in the sale of real property, described
25 as:

26 Section 35, Township 2 North, Range 7 West, Gila and Salt
27 River Base and Meridian ("G&SRB&M"), including Saddle
28 Mountain Ranch according to Book 543 of Maps page 50 of the
Maricopa County Recorder's Office, located in Maricopa
County, Arizona (hereinafter "the Property," or "the
Subdivision").

2. The Respondents have divided or proposed to divide the Property into six or more lots and, by their actions, have created a Subdivision within the meaning of A.R.S. § 32-2101(54).

3. The Respondents, through divisions and conveyances between and among themselves and various corporations, limited liability companies or other entities which they created and or control, assisted in the offering for sale or sale, attempted or are attempting to evade compliance with the Arizona real estate subdivision statutes in violation of A.R.S. § 32-2181, et seq., and have taken actions that are contrary to the public health, safety and welfare.

4. The Respondents have failed to demonstrate: (A) the availability of an assured water supply on the Property, (B) the suitability of the Property for installation of an individual sewage disposal system (septic tank and leach field), (C) legal and permanent access to the Property, (D) the availability and cost of utilities to the Property, and (E) compliance with municipal, county, and state requirements for a lawful subdivision and for issuance of a subdivision public report, all in violation of A.R.S. § 32-2181, *et seq.*

5. Sales and offers for sale of the Property by Respondents are not exempt from the subdivision public report requirements.

6. Between July 2000 to present the Respondents acted in concert, through a series of transactions, and have created approximately one hundred and twenty-eight (128) lots and offered for sale or sold lots without complying with the provisions of A.R.S. § 32-2181, *et seq.*

ORIGINAL PURCHASE

1 7. On or about August 22, 2000, Dore Pfaff ("Pfaff"), acting in
2 the capacity as president for World Live, Inc. (an Arizona
3 Corporation), facilitated the purchase of approximately 430.071 acres
4 of land located in Maricopa County, Arizona on behalf of World Live,
5 Inc. Pfaff purchased the property from Donald Galloway, Cynthia
6 Eloise Galloway, John M. Galloway and Karen Snelson for \$540,000.00.
7 The property is located in the vicinity of Thomas Road and 411th
8 Avenue, approximately one mile south of Tonopah, Arizona.

9 8. On or about September 6, 2000, Dore Pfaff, acting in the
10 capacity as president for World Live, Inc., subdivided the 430.071-
11 acre lot as follows:

12 Lot 1 - 275.045 acres
13 Lot 2 - 40.006 acres
14 Lot 3 - 40.008 acres
15 Lot 4 - 37.506 acres
16 Lot 5 - 37.506 acres

17 Lot 1 of 5 (Saddle Mountain Ranch)

18 9. Lot 1 (Saddle Mountain Ranch) lies adjacent to Lots 2 and 5,
19 which lie adjacent to Lot 4, all of which were purchased in the same
20 transaction by World Live, Inc.

21 10. On or about October 2, 2000, Dore Pfaff, acting in the
22 capacity as president for World Live, Inc., had a survey conducted on
23 Lot 1. World Live, Inc. subdivided Lot 1 into seven parcels, five
24 40-acre parcels (Parcels 1 through 5) and two 37.5-acre parcels
25 (Parcels 6 and 7). From this point forward, all divisions of
26 Property, requests for public reports and sales or offers for sale of
27 the Property were conducted in violation of the Subdivision Statutes,
28 A.R.S. § 32-2181, et seq.

11. On or about December 29, 2000, Pfaff, acting in the capacity

1 as president of World Live, Inc., requested an Un-Subdivided Public
2 Report on Lot 1 from the Arizona Department of Real Estate
3 ("Department"). This Un-Subdivided Public Report was issued on
4 January 3, 2001.

5 *Parcel 2 of 7 (Saddle Mountain Ranch)*

6 12. In September 2001, Dore Pfaff, acting in the capacity as
7 president for World Live, Inc., transferred ownership in Parcel 2 (40
8 acres) to Pinnacle Financial Trust. In exchange for Parcel 2,
9 Pinnacle Financial Trust assumed the existing loan on Parcel 2.
10 Pinnacle Financial Trust is a Montana trust in which Kent Owens and
11 Kevin Waldher act as trustees. Kent Owens resides in Canada and
12 Kevin Waldher resides in Montana. The F-250-99 Trust is the
13 beneficiary of Pinnacle Financial Trust.

14 13. On or about October 1, 2001, Pinnacle Financial Trust had
15 Parcel 2 surveyed and subdivided it into four 5-acre parcels and one
16 20-acre parcel. In September 2001, within the same month that
17 Pinnacle Financial Trust purchased Parcel 2 from Dore Pfaff and a
18 month before it had it surveyed, Pinnacle sold the 20-acre parcel to
19 EEC Living Land Trust for \$40,000. EEC Living Land Trust is a
20 Montana trust in which Kevin Waldher and Elaine Comfort serve as
21 trustees. Kevin Waldher and Elaine Comfort are husband and wife.
22 Zak Jak, Inc. is a beneficiary of E.E.C. Living Land Trust. Zajak,
23 Inc. is a Nevada Corporation in which K Krogen serves as the
24 President, Secretary and Treasurer and Steve Howe as Authorized
25 Agent. In November 2001, Pinnacle Financial sold the four 5-acre
26 parcels to Kevin Waldher and Elaine Comfort. Kevin Waldher and
27 Elaine Comfort are trustees and sole beneficiaries of F250-99 Trust.

28 14. In June 2001, Kevin Waldher and Elaine Comfort sold the four

1 5-acre parcels purchased from Pinnacle Financial Trust to Wayne
2 Miller, Lorne Jones, Clarence Coldwell and Marilyn Miller, each for
3 \$35,000. These four individuals reside in Canada. Wayne Miller and
4 Marilyn Miller are husband and wife.

5 15. On or about October 21, 2001, EEC Living Land Trust
6 subdivided the 20-acre parcel into four 5-acre parcels. In March
7 2002, EEC, along with several other named sellers, sold one 5-acre
8 parcel to Jean Coldwell, one 5-acre parcel to Lorne Jones and two of
9 the 5-acre parcels to Carol Jones, all of which were sold for \$35,000
10 each. Lorne and Carol Jones are husband and wife. Jean Coldwell and
11 Clarence Coldwell are also husband and wife.

12 16. In March 2005, Wayne Miller, Lorne Jones, Clarence Coldwell,
13 Marilyn Miller, Carol Jones, and Jean Coldwell each sold their
14 respective interests in Parcel 2 to Multi-Source, Inc. Multi-Source,
15 Inc. is a Nevada Corporation in which Kevin Waldher serves as
16 President and K Krogen as Treasurer and Secretary.

17 17. On or about June 2, 2005, Multi-Source sold the previously
18 purchased parcels in Parcel 2 to New River Sod Company. New River
19 Sod Company is an Arizona corporation in which Douglas Zharichuk
20 serves as President.

21 *Parcel 4 of 7 (Saddle Mountain Ranch)*

22 18. In May 2002, Dore Pfaff, acting in the capacity as president
23 of World Live, Inc., sold Parcel 4 (40 acres) to EEC Living Land
24 Trust for \$75,000.

25 19. On or about June 7, 2002, EEC Living Land Trust had Parcel 4
26 surveyed and subdivided into four 5-acre parcels and one 20-acre
27 parcel. In May 2002, EEC Living Land Trust sold the four 5-acre
28 parcels to Clarence Coldwell, Wayne Miller, Lorne Jones and Roger

1 Halverson, each individually for \$35,000. Roger Halverson resides in
2 Canada. On or about August 5, 2002, Clarence Coldwell had his 5-acre
3 parcel surveyed and subdivided into four 1.25-acre parcels. By
4 Warranty Deed (In Lieu of Foreclosure) dated October 27, 2003, Lorne
5 Jones transferred ownership in his 5-acre parcel to Thomas and Joanne
6 Bush. Thomas and Joanne Bush both reside in Montana. In February
7 2004, Thomas and Joanne Bush sold the 5-acre parcel to P.E.M. Trust
8 for \$28,000. Phyllis MacFarland is the trustee and a beneficiary of
9 P.E.M. Trust. William MacFarland, Jr., Lydia Ann Aaron and Mary E.
10 MacFarland are also beneficiaries of P.E.M. Trust. In May 2002, EEC
11 sold the 20-acre parcel to the Jennings Family Trust for \$40,000.
12 Lyle Wall and William McDonald serve as trustees of the Jennings
13 Family Trust.

14 20. On October 16, 2002, the Jennings Family Trust had the 20-
15 acre parcel surveyed and subdivided into four 5-acre parcels. In
16 November 2002, the Jennings Family Trust sold one 5-acre parcel to
17 Murray McKay, a Canadian resident, for \$30,000. In October and
18 November 2002, the Jennings Family Trust sold the remaining three 5-
19 acre parcels to Ernie Zacher, Jack L. Hampton and Daniel Keith
20 Temple, Canadian residents, each individually for \$30,000.

21 21. On or about December 5th and 6th of 2002, McKay, Zacher,
22 Hampton and Temple each subdivided their 5-acre parcel into four 1.25
23 acre parcels. In February 2003, McKay, Zacher, Hampton and Temple
24 each sold their subdivided 5-acre parcels to West Valley Properties
25 for \$35,000. West Valley Properties is an Arizona Corporation in
26 which Andreas Gabor, a Canadian resident, serves as a Manager/Member.

27 *Parcel 3 of 7 (Saddle Mountain Ranch)*

28 22. In August 2002, Dore Pfaff, acting in the capacity as

1 president for World Live, Inc., sold Parcel 3 (40 acres) to Jennifer
2 K Spiker Trust for \$58,000. The Jennifer K Spiker Trust is a Montana
3 trust in which Steve Howe serves as the trustee. Manley Financial
4 Group, Inc. is the beneficiary of Jennifer Spiker Land Trust. Manley
5 Financial Group is a Nevada Corporation, in which K Krogen serves as
6 President, Secretary and Treasurer. William McDonald and Rodger
7 Krogen both previously served as President, Secretary and Treasurer.
8 of Manley Financial Group.

9 23. On or about June 7, 2002, Jennifer K Spiker Trust had Parcel
10 3 surveyed and subdivided into four 5-acre parcels and one 20-acre
11 parcel. In May 2002, the Jennifer K Spiker Trust sold the four 5-
12 acre parcels to Laura Quist, Carol Jones, Jean Coldwell and Marilyn
13 Miller, each for \$35,000. Laura Quist resides in Montana. In
14 September 2002, the Jennifer K Spiker Trust sold the 20-acre parcel
15 to Zakjak, Inc. for \$40,000.00.

16 24. On or about October 16, 2002, Zakjak Inc. had the 20-acre
17 parcel surveyed and subdivided into four 5-acre parcels. Immediately
18 after having the parcel divided into four separate parcels (October),
19 Zakjak, Inc. sold the four 5-acre parcels to Keith Bart Hampton,
20 Lloyd Warren Hampton, Azim Aditia, and Robert Henry Payne, Canadian
21 residents, each individually for \$30,000.

22 25. In January of 2003, Keith Hampton, Lloyd Hampton, Azim
23 Aditia and Robert Payne each had their 5-acre parcels subdivided into
24 four 1.25-acre parcels. In February of 2003, Keith Hampton, Lloyd
25 Hampton, Aditia and Payne sold each of their subdivided 5-acre
26 parcels to West Valley Properties for \$35,000 each. In May 2003,
27 West Valley Properties then transferred the four 1.25-acre parcels
28 previously purchased from Keith Hampton back to itself.

1 26. In December 2003, Marilyn Miller transferred the 5-acre
2 parcel she acquired from the Jennifer K Spiker Trust to Thomas and
3 Jennifer Bush via a Deed In Lieu of Foreclosure. Thomas and Jennifer
4 Bush then sold the 5-acre parcel in March of 2004 to Matt Hiatt, PC
5 for \$26,000. Matt Hiatt, PC is an Arizona corporation in which
6 Ronald G. Knott serves as the Statutory Agent and Matt Hiatt as
7 President/CEO. In August 2004, Matt Hiatt, PC sold the 5-acre parcel
8 to Tonopah MT Corp., as to an undivided 50% interest, and J. Roger
9 Alquist, P.C., as to an undivided 50% interest, for \$36,000. J.
10 Roger Alquist, P.C. is an Arizona Corporation in which Ronald Knott
11 serves as Statutory Agent and Jay R. Alquist as President. Tonopah
12 MT Corp. is an Arizona Corporation in which Dore Pfaff serves as
13 President and CEO and Ron Knott as Statutory Agent. In May 2005,
14 Tonopah MT Corp. and J. Roger Alquist, P.C. entered into a contract
15 with Pinacor L.L.C. for the sale of their respective interests in the
16 5-acre parcel. Pinacor L.L.C. is an Arizona Corporation in which
17 Alan Lemisch serves as a Member and Statutory Agent.

18 *Parcel 7 of 7 (Saddle Mountain Ranch)*

19 27. In November 2002, Dore Pfaff, acting in the capacity as
20 president for World Live, Inc., sold Parcel 7 (37.5 acres) to Paul
21 Douglas Quist for \$95,000. Paul Douglas Quist is the husband of
22 Laura Quist.

23 28. On or about December 19, 2002, Paul Quist had the 37.5-acre
24 parcel surveyed and subdivided into four 5-acre parcels and one 17.5-
25 acre parcel. In December 2002, Paul Quist sold the four 5-acre
26 parcels to Robert MacMillan, George Robb, Theresa Halvorsen and
27 Cynthia Owens for \$35,000 each. All four of these individuals reside
28 in Canada. Theresa Halvorsen is Rodger Halvorsen's daughter.

1 Cynthia Owens is Christopher Owens' wife and Kent Owens' sister-in-
2 law. In that same month, Paul Quist sold the 17.5-acre parcel to
3 Kent Owens for \$40,000.

4 29. Kent Owens subsequently subdivided the 17.5-acre parcel into
5 four parcels. In December 2002, Kent Owens sold the four parcels to
6 Dennis Roberts, Christopher Owens, Megan Roberts and Noelle J. Goetz,
7 all Canadian residents, each individually for \$35,000. In August
8 2003, CEZ Holdings, a Canadian Corporation, acquired the parcel from
9 Goetz through an assumption of the note.

10 *Parcel 5 of 7 (Saddle Mountain Ranch)*

11 30. In January 2003, Dore Pfaff, acting in the capacity as
12 president for World Live, Inc., sold Parcel 5 (40 acres) to Verna
13 Lickie, a Canadian resident, for the sum of \$45,000.

14 31. On or about December 31, 2002, Lickie had the parcel
15 surveyed and subdivided into four 5-acre parcels and one 20-acre
16 parcel. In February 2003, Lickie sold the four 5-acre parcels to
17 Cynthia Owens, Noelle Goetz, Christopher Owens and Theresa Halverson,
18 each individually for \$35,000. In August 2003, CEZ Holdings, Inc.
19 acquired Noelle Goetz's 5-acre parcel through an assumption of the
20 note. In May 2003, Lickie sold the 20-acre parcel to Robert Quist, a
21 Montana resident, for \$180,000.

22 32. On or about April 25, 2003, Robert Quist had the 20-acre
23 parcel surveyed and subdivided into four 5-acre parcels: Parcels A,
24 B, C and D. In September 2003, Robert Quist transferred ownership in
25 Parcels D and B to his brother Doug Quist for an undetermined value.
26 On June 2, 2003, Doug Quist had Parcels B and D surveyed and
27 subdivided into eight (8) parcels. Each five-acre parcel was
28 subdivided into three 1.18-acre parcels and one 1.44-acre parcel. In

1 September 2003, Doug Quist sold three of the 1.18-acre parcels in
2 Parcel D to Robert MacMillan for \$35,000 each. In the same month,
3 Doug Quist sold a 1.18-acre parcel in Parcel B to Lauralee Paul, a
4 Canadian resident, for \$35,000. On or about December 20, 2004, Robert
5 Quist transferred ownership in Parcels A and C, as subdivided
6 parcels, to Wade Thomas. Wade Thomas has a Canadian address. On or
7 about September 29, 2004, Wade Thomas transferred ownership in
8 Parcels A and C, as subdivided parcels, to himself by Quit Claim
9 Deed. On June 2, 2003, and June 16, 2003, approximately 7 months
10 prior to transfer in ownership, Wade Thomas had Parcels A and C
11 surveyed and subdivided, respectively, each 5-acre parcel into four
12 1.18-acre parcels and one 1.44-acre parcel.

13 *Parcel 6 of 7 (Saddle Mountain Ranch)*

14 33. In January 2003, Dore Pfaff, acting in the capacity as
15 president of World Live, Inc., sold a 37.5-acre parcel to 570979 BC
16 Limited, a Canadian Corporation, for \$95,000. George Robb is the
17 President of 570979 BC Limited.

18 34. On or about December 31, 2002, BC Limited had the parcel
19 surveyed and subdivided into four parcels: one 20-acre parcel, one 5-
20 acre parcel, one 8.75-acre parcel and one 3.75-acre parcel. In
21 February 2003, BC Limited sold the 3.75-acre parcel to Laura Quist
22 for \$35,000. In February 2003, BC Limited sold the 5-acre parcel to
23 Rodger Halvorson for the sum of \$35,000. In the same month, BC
24 Limited sold the 8.75-acre parcel to Theresa Halvorson for \$35,000.
25 In April 2003, BC Limited sold the 20-acre parcel to Michael and
26 Maureen Kennedy, husband and wife, for \$85,000. Michael and Maureen
27 Kennedy reside in Canada.

28 35. Michael and Maureen Kennedy immediately had the parcel

1 surveyed and subdivided into four 5-acre parcels. In July 2003,
2 Michael and Maureen Kennedy purportedly sold the four 5-acre parcels
3 to Lorne Jones, Carol Jones, Marilyn Miller and Wayne Miller, each
4 individually for \$45,000.

5 *Parcel 1 of 7 (Saddle Mountain Ranch)*

6 36. In February 2003, Dore Pfaff, acting in the capacity as
7 president for World Live, Inc., sold Parcel 1 (40 acres) to Western
8 Retirement Services, a Canadian Corporation. George Robb is the
9 president of Western.

10 37. Western then subdivided the Parcel 1 into four 5-acre
11 parcels and one 20-acre parcel. Immediately after purchasing the
12 land from Dore Pfaff in February 2003, Western sold the four 5-acre
13 parcels to Cynthia Owens, Rodger Halvorson, Christopher Owens and
14 Noelle Goetz, each individually for \$35,000. In August 2003, Noelle
15 Goetz sold the 5-acre parcel to CEZ Holdings, LTD for \$35,000. In
16 February 2003, immediately after it purchased Parcel 1 from Pfaff,
17 Western Retirement Services sold the 20-acre subdivided parcel to
18 Kevin Arnold, a Canadian resident, for \$95,000.

19 38. Immediately after purchasing the 20-acre parcel from
20 Western, Kevin Arnold subdivided it into four 5-acre parcels. In May
21 of 2003, Kevin sold all four of the parcels to his wife, Denise
22 Arnold, for \$45,000 each. In August 2003, Denise Arnold sold one 5-
23 acre parcel to Robert McMillan for \$45,000, a price equal to the
24 price of which Denise purchased the land from her husband.

25 39. Immediately after purchasing the 5-acre parcel from Denise
26 Arnold in August 2003, Robert McMillan subdivided the lot into four
27 approximately 1.25-acre parcels. In August and June of 2003,
28 McMillan sold three of the four 1.25-acre parcels to Megan Roberts

1 for \$35,000 each. Megan Roberts resides in Canada and is the wife of
2 Dennis Roberts. In June 2003, Denise Arnold sold two 5-acre parcels
3 to Kent Owens and Dennis Roberts. In August 2003, Denise Arnold sold
4 the remaining 5-acre parcel to Lauralee Paul.

5 40. In March 2005, CEZ Holdings, LTD sold the 5-acre parcel
6 previously purchased from Noelle Goetz to Carol Jones for \$35,000.

7 41. In March 2005, Cynthia Owens, Christopher Owens, Rodger
8 Halverson, Megan Roberts, Carol Jones, Kent Owens, Dennis Roberts and
9 Lauralee Paul each entered into a contract with Multi-Source, Inc.
10 for the sale of their respective interests in Parcel 1.

11 42. On or about June 2, 2005, Multi-Source sold the previously
12 purchased parcels in Parcel 1 to New River Sod Company.

13 Lot 4 of 5 (Saddle Mountain Ranch)

14 43. In August 2001 Dore Pfaff, acting in the capacity as
15 president for World Live, Inc. sold Lot 4 to Marketing Advisors for
16 \$60,000. Marketing Advisors, L.L.C. is a Florida corporation in
17 which Darrel Keuck and Fred J. Anderson serve as members. Marketing
18 Advisors then subdivided Lot 4 into four parcels comprised of
19 approximately 5 acres and one 17.5-acre parcel.

20 44. In May of 2001, Marketing Advisors sold one 5-acre parcel to
21 Tony Caballero, a resident of Texas and Margaret and Tanya Balli,
22 Arizona residents. In October 2002, Marketing Advisors sold one of
23 the 5-acre parcels to Red Eagle Land Trust, a Nevada trust, for
24 \$45,000. Thomas Wade serves as the trustee for Red Eagle Land Trust.
25 Metropolitan One Trust is the sole beneficiary of Red Eagle Land
26 Trust. Kent Owens is currently the trustee of Metropolitan One. In
27 October 2002, Marketing Advisors sold one 5-acre parcel to Clifford
28 Carl Dixon Jr., an Arizona resident. On or about November 4, 2002,

1 Carl Dixon had the parcel surveyed and subdivided into four 1.13-acre
2 parcels. In November of 2002, Marketing Advisors sold the 17.5-acre
3 parcel to Deanna Alexander, an Arizona resident, for \$25,000. In
4 December 2002, Marketing Advisors sold its last 5-acre parcel to
5 Schaefer Development. Schaefer Development is an Arizona Corporation
6 in which Tim Schaefer acts a President and Dore Pfaff as the
7 statutory agent. On or about April 11, 2003, Schaefer Development
8 had the 5-acre parcel surveyed and subdivided into four 1.13-acre
9 parcels.

10 45. On the same day that Schaefer Development purchased the 5-
11 acre parcel from Marketing Advisors (December 2002), it sold the
12 parcel to Red Eagle Land Trust. In December 2002, Red Eagle Land
13 Trust owned two 5-acre parcels. On or about December 12, 2002, Red
14 Eagle Land Trust surveyed and subdivided one of the 5-acre parcels
15 into three 1.09-acre parcels and one 1.70 acre parcel.

16 46. In October 2003, Red Eagle sold a 1.09-acre parcel to Ma
17 Yuan and a 1.09-acre parcel to Roger Halverson. Ma Yuan is an
18 Officer/Member of both Western Retirement Services and 57079 B.C.
19 Limited. In April 2004, Red Eagle sold a 1.09-acre parcel to
20 Christopher Owens. In May 2004, Red Eagle sold a 1.70 acre parcel to
21 Laura Lee Paul.

22 47. In January 2005, Carl Clifford Dixon entered into a contract
23 with Janina and Roman Zalewski for the sale of three of the 1.13-acre
24 parcels previously purchased from Marketing Advisors for the sum of
25 \$58,000. On or about March 22, 2005 the sale was recorded.

26 48. On or about June 6, 2005, World Live, Inc. filed a
27 corrective deed changing the description of the 5-acre parcel
28 previously sold from Marketing Advisors to Tony Caballero and

1 Margaret and Tanya Balli. Under the corrective deed, the property
2 described was approximately one mile East of Saddle Mountain Ranch.
3 On or about that same day, Tony Caballero and Margaret and Tanya
4 Balli sold the 5-acre parcel to World Live, Inc. under the false
5 property description.

6 49. After Deanna Alexander purchased the 17.5-acre parcel in
7 November 2002, she subdivided the property into four (4) parcels. In
8 February 2002, Alexander sold a parcel (4.375-acres) to Bryan and
9 Barbara Lucas for \$45,000. In November 2002, Alexander sold one of
10 the parcels (5 acres) to Kenneth and Barbara Graham, as to an
11 undivided 50% interest, and Lloyd and Norma Meek, as to an undivided
12 50% interest, for \$45,000. Kenneth Graham previously worked with
13 Dore Pfaff. In December 2002, Alexander sold a 4.375 acre parcel to
14 Guy Vale, an Arizona resident, for \$45,000. In January 2003,
15 Alexander sold the last of the four parcels (4.375 acre) to John F.
16 King, an Arizona resident, for \$45,000.

17 50. On or about April 8, 2003, Lloyd and Norma Meek and Ken and
18 Barbara Graham had the 5-acre parcel previously purchased from
19 Alexander surveyed and subdivided into four parcels. Kenneth and
20 Barbara Graham and Lloyd and Norma Meek allegedly transferred their
21 respective interests in the subdivided 5-acre parcel to Metropolitan
22 One via an Agreement for Sale dated December 5, 2003. Metropolitan
23 One is a Nevada trust in which Kent Owens serves as the trustee.
24 Matt Hiatt purportedly notarized the sellers' signatures on the
25 Agreement for Sale. Matt Hiatt does not remember nor does his
26 Signature Log book reflect him having ever notarized these
27 signatures.

28 51. On or about April 7, 2005, Metropolitan One transferred its

1 ownership in the subdivided 5-acre parcel back to Kenneth and Barbara
2 Graham, as to a 50% interest, and Lloyd and Norma Meek, as to a 50%
3 interest, via a Warranty Deed (In Lieu of Foreclosure).

4 52. In April 2005, Kenneth and Barbara Graham and Lloyd and
5 Norma Meek entered into a contract for the sale of their respective
6 interests in the subdivided 5-acre parcel to Tonopah MT Corporation
7 for \$65,000. The contract was recorded on June 17, 2005. In June
8 2005, Tonopah MT Corporation entered into a contract with Alan L.
9 Lemsch for the sale of the subdivided 5-acre parcel for \$175,000.
10 The sale was recorded on June 22, 2005.

11 53. Immediately after purchasing the property from Deanna
12 Alexander in December 2002, Guy Vale sold the 4.375-acre parcel to
13 Metropolitan One for \$80,000, \$35,000 more than what he paid for the
14 parcel. On the same day that it purchased the parcel from Guy Vale,
15 Metropolitan One sold the parcel to Tonopah MT Corporation for
16 \$40,000. Dore Pfaff is the president of Tonopah MT Corporation, as
17 well as the president of World Live, Inc., previous owner of the
18 4.375-acre parcel of land.

19 54. In February 2004, Tonopah MT Corporation sold the 4.375-acre
20 parcel to Daddy's Girl, Inc., as to an undivided one-half interest,
21 and RNH Enterprises, Inc., as to an undivided one-half interest, for
22 \$53,000. Daddy's Girl, Inc. and RNH Enterprises, Inc. are both
23 Arizona corporations. Ron Knott is the Statutory Agent and Gara
24 Wright is President/Director of Daddy's Girl, Inc. Ron Knott is the
25 Statutory Agent and Robert Halicky is the President of RNH
26 Enterprises, Inc. In April 2005, Daddy's Girl, Inc. and RNH
27 Enterprises, Inc. entered into a contract with Tonopah Corporation
28 for the sale of their respective interests in the 4.375-acre parcel

1 for \$85,000. The contract was consummated and recorded on or about
2 March 22, 2005.

3 55. In January 2005, Bryan and Barbara Lucas entered into a
4 contract with Tonopah MT Corporation for the sale of the
5 approximately 4.375-acre parcel previously acquired from Alexander
6 for the sum of \$45,000. The contract was consummated and recorded on
7 or about March 25, 2005.

8 56. In March 2005, Tonopah MT Corporation entered into a
9 contract with Lisa Schofield for the sale of the 4.375-acre parcel
10 previously purchased from Bryan and Barbara Lucas for approximately
11 \$75,000. This contract was consummated on or about March 25, 2005.
12 Lisa Schofield resides in Arizona and has previously worked with
13 Pfaff.

14 Lot 5 of 5

15 57. In August 2002, Dore Pfaff, acting in the capacity as
16 president for World Live, Inc., sold Lot 5 (37.5 acres) to Western
17 Retirement Services for approximately \$75,000. One month later
18 Western Retirement Services sold the same parcel to Laura Lee Paul
19 for approximately \$75,000.

20 58. In October 2002, Laura Lee Paul had the parcel surveyed and
21 subdivided it into four 5-acre parcels and one 17.5-acre parcel. In
22 October 2002, Laura Lee Paul sold the 17.5-acre parcel to Thomas Wade
23 for \$50,000. In November 2002, Paul sold the four 5-acre parcels to
24 Theresa Halvorsen, Rodger Halvorsen, Laura Quist and Christopher
25 Owens, each for \$35,000.

26 59. After purchasing the 17.5-acre parcel from Paul in October
27 2002, Wade subdivided the parcel into four lots, each roughly 4.375-
28 acres. In November 2002, Thomas Wade sold the lots to Cynthia Owens,

1 Megan Roberts, Robert MacMillan, and Dennis Roberts.

2 Lot 2 of 5

3 60. In December 2002, Dore Pfaff, acting in the capacity as
4 president for World Live, Inc. sold Lot 2 to Marketing Advisors for
5 \$360,000. In June 2003, Marketing Advisors had the 40-acre parcel
6 surveyed and subdivided into four 5-acre parcels and one 20-acre
7 parcel.

8 61. In November 2003, Tonopah MT Corporation purchased the 20-
9 acre parcel from Marketing Advisors for \$180,000. On the same day,
10 Dore Pfaff, acting in the capacity as president for Tonopah MT
11 Corporation, sold an undivided one-half interest in the 20-acre
12 parcel to Schaefer Development for \$60,000. In March 2004, Tonopah
13 MT Corporation and Schaefer Development entered into a contract with
14 Tam Wal Investments for the sale of their undivided one-half interest
15 in two 5-acre parcels, each for \$60,000. Tam Wal Investments was an
16 Arizona Corporation in which Ron Knott served as Statutory Agent and
17 Wayne Walbaum as Director.

18 Other Factors

19 62. With respect to Property sold by Matt Hiatt, dba Matt Hiatt,
20 PC, J. Roger Alquist, dba J. Roger Alquist, P.C., and Dore Pfaff, the
21 above-mentioned licensees failed to disclose that they were licensed
22 Arizona real estate salespersons in violation of A.A.C. R4-21-1101
23 and to make the appropriate disclosures under A.A.C. R4-28-803(a) and
24 804.

25 63. John H. Ross, Jr. ("Ross") of Ross and Associates conducted
26 multiple surveys on behalf the Respondents. Ross had in his
27 possession a large undated survey plat of the Property. He had this
28 map in his possession for over two years prior to him releasing it to

1 the Arizona Department of Real Estate. This map reflects a
2 substantial majority of the lot splits that have been made within the
3 Property to date. The only additional changes to the map since it
4 has been in Ross' possession were done in light blue marker. Those
5 changes marked surveys his company had conducted in Lot 5 of 5. The
6 only other change occurred in the west half of the southwest quarter
7 in Lot 3 of Saddle Mountain Ranch. The map also contained, in each
8 parcel, the name of the prospective buyer and the escrow number.
9 At the time Ross obtained the survey it reflected splits that had not
10 yet occurred, demonstrating that the subsequent lot splits were in
11 fact planned well in advance and that those parties acted in concert
12 to evade compliance with subdivision laws. The survey shows that
13 additional splits may occur in Lot 5 of 5, Parcel 1 of Saddle
14 Mountain Ranch, and Parcel 4 of Saddle Mountain Ranch.

15 64. Through a letter dated December 4, 2000, the Department
16 learned that World Live, Inc. had taken on a partner, Marketing
17 Advisors, for the subsequent divisions and sales of the Property.
18 The letter was addressed to Janet McConnell, Escrow Officer, First
19 American Title.

20 65. On or about March 30, 2005, the Department learned through a
21 conversation with Matt Hiatt that in July of 2000 Hiatt secured a
22 small business loan on behalf of Pfaff and J. Roger Alquist, the
23 proceeds of which were used to secure an Option to purchase the
24 Property. At this point, it was understood that Matt Hiatt and
25 Alquist were partners with Pfaff in the endeavors related to the
26 Property. Subsequently, Pfaff informed Hiatt and Alquist that he
27 would be taking on a different partner, Marketing Advisors, and
28 bought out Alquist and Hiatt.

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1 filing a Notice of Appeal within thirty (30) days of Respondents'
2 receipt of this notice, as provided in A.R.S. §41-1092.03(B). Failure
3 to timely file a Notice of Appeal will constitute a waiver of
4 Respondents' right to any hearing on this matter and to any other
5 appeal right to which Respondents are otherwise entitled. The Notice
6 of Appeal must identify the appealing party, the party's address, the
7 action being appealed and must also contain a concise statement of
8 the reasons(s) for the appeal.

9 Pursuant to A.R.S. § 41-1092.05, the hearing shall be held
10 within sixty (60) days after the Notice of Appeal is filed. Although
11 Respondents may request the Office of Administrative Hearings to
12 delay or advance the hearing date, such request may be approved or
13 denied in its sole discretion. The Department of Real Estate will
14 serve a Notice of Hearing at least thirty (30) days before the
15 hearing, which will inform Respondents of the date, time and location
16 of the hearing as well as further articulate the allegations being
17 contested.

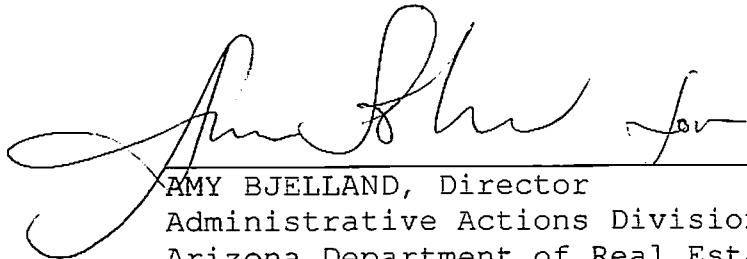
18 If Respondents file a Notice of Appeal, Respondents may also
19 request an Informal Settlement Conference at the time of filing the
20 Notice of Appeal, or separately by filing a written request no later
21 than twenty (20) days before the scheduled hearing. This conference
22 shall be held within fifteen (15) days after receipt of the request.
23 Although a Department representative with authority to act on behalf
24 of the Department will be present at the conference, the Department
25 is under no obligation to accept settlement terms Respondents may
26 offer. The Informal Settlement Conference will not delay the
27 scheduled hearing.

28 The Notice of Appeal and request for an Informal Settlement

Conference should be addressed to:

Administrative Actions Division
Arizona Department of Real Estate
2910 N. 44th Street, Suite 100
Phoenix, Arizona 85018

DATED this 19 day of July, 2005.



AMY BJELLAND, Director
Administrative Actions Division
Arizona Department of Real Estate

COPY of the foregoing sent to US
addresses Certified Mail, Return
Receipt Requested, and to Canada
addresses Registered Mail, Return
Receipt Requested, this 19th day of
July, 2005, to:

Respondent #1

World Live
1159 E. Tuckey Lane
Phoenix, AZ 85017

Respondent #2

Tonopah MT Corporation
1159 E. Tuckey Lane
Phoenix, AZ 85017

Respondent #3

Daddy's Girl Inc.
28652 N 45th Way
Cave Creek, AZ 85331

Respondent #4

RMH Enterprises Inc.
28652 N 45th Way
Cave Creek, AZ 85331

Respondent #5

Schaefer Development Corporation
20660 N. 40th Street #1018
Phoenix, AZ 85050

Respondent #6

Marketing Advisors
1401 Kimdale Street
Lehigh Acres, FL 33936

Respondent #7

West Valley Properties LLC
10830 N. 71st Place #105
Scottsdale, AZ 85254

Respondent #8

Western Retirement Services
625 5th Street Ste 701
New Westminster, BC Canada V3M 1X4

Respondent #9

CEZ Holdings Inc.
1371 Hastings Cres S/E
Calgary, AB Canada T26 4C8

1 Respondent #10
570979 BC Ltd.
2 625 N 5th St. Ste.701
3 New Westminster, BC Canada V3M 1X4

4 Respondent #11
Zakjak Inc.
5 6130 W. Flamingo #135
6 Las Vegas, NV 89173

7 Respondent #16
F-250-99 Trust
8 1194 Highway #2 East
9 Kalispell, MT 59901

10 Respondent #17
Jennifer K Spiker Land Trust
11 24 Martha Rd. #3
12 Columbia Falls, MT 59912

13 Respondent #18
Jennings Family Trust
14 P.O. Box 66
15 Polson, MT 59860

16 Respondent #19
Deanna Alexander
17 8800 N. Gainey Center Dr. #250
18 Scottsdale, AZ 85258

19 Respondent #20
Carl Clifford Dixon JR
20 1844 E. Sheena Drive
21 Phoenix, AZ 85022

22 Respondent #21
Guy Vale
23 2025 E. Rio Salado Pkwy.
24 Tempe, AZ 85281

25 Respondent #22
Matt Hiatt (Lic.# SA109557000)
26 5044 E Duane Lane
27 Cave Creek, AZ 85331
Original Issue Date: 03/28/95
Effective Date: 04/01/03
Expiration Date: 03/31/05
License Status: Timely renewal
pending

Respondent #23
Thomas Bush
1615 Meadowlark Ln
Sheridan, WY 82801

Respondent #24
Joanne Bush
1615 Meadowlark Ln
Sheridan, WY 82801

Respondent #25
Dore Pfaff (Lic.# SA017317000)
1159 E. Tuckey Lane
Phoenix, AZ 85017
Original Issue Date: 04/28/80
Effective Date: 10/28/04
Expiration Date: 04/30/06
License Status: Active

Respondent #26
Murray MacKay
367 Whiteridge Crescent NE
Calgary AB Canada T1Y 2Y9

Respondent #27
Robert Halicky (Lic.# SA04671000)
28652 N. 45th Way
Cave Creek, AZ 85331
Original Issue Date: 01/05/93
Effective Date: 11/09/04
Expiration Date: 07/31/05
License Status: Active

Respondent #28
Elaine Comfort
#9 5th Street East
Kalispell, MT 5901

Respondent #29
Lauralee Paul
19 Kensington Lane
Regina, SASK Canada S4S 7G5

Respondent #30
Yuan MA
17-10680 Springmont Dr.
Richmond, BC Canada V731W1

Respondent #31
Rodger Halvorsen
Box 17 Semans
Semans, SASK, Canada S0A 3S0

1 Respondent #32
2 Theresa Halvorsen
3 17 Chilcotin Road West
4 Lethbridge AB Canada T1K 7G8

5 Respondent #33
6 Christopher Owens
7 Box 1088
8 Caryle, SASK Canada S0C 0R0

9 Respondent #34
10 Cynthia Owens
11 Box 1088
12 Caryle, SASK Canada S0C 0R0

13 Respondent #35
14 Kent Owens
15 Box 32009
16 Regina, SASK Canada S4N 7L2

17 Respondent #36
18 Dennis Roberts
19 23 Hayes Crescent
20 Regina, SASK Canada S4K 1B1

21 Respondent #37
22 Megan Roberts
23 23 Hayes Crescent
24 Regina, SASK Canada S4K 1B1

25 Respondent #38
26 Robert MacMillan
27 19 Kensington Lane
28 Regina, SASK Canada S4S 7G5

Respondent #39
Noelle Goetz
3246 Allan Road
North Vancouver BC Canada V0J 3C5

Respondent #40
Wayne Miller
Box 911
Lanigan SASK Canada S0K 2M0

Respondent #41
Marilyn Miller
Box 911
Lanigan SASK Canada S0K 2M0

Respondent #42
Loren Jones
501 3rd Street East
Watrous SASK Canada S0K 4T0

Respondent #43
Carol Jones
501 3rd Street East
Watrous SASK Canada S0K 4T0

Respondent #44
Clarence Coldwell
Box 36
Riceton, SASK Canada S0G 4E0

Respondent #49
Ernie Zacher
267 Canterville Dr. SW
Calgary AB Canada T2W 3X9

Respondent #50
Jack L Hampton
177 Norwich Cr
Sherwood Park AB Canada T8A 5T7

Respondent #51
Daniel Keith Temple
452 Ranch Ridge Court NW
Calgary AB Canada T3G 1N7

Respondent #52
Verna Lickie
24480 35th Avenue
Langley, BC Canada V2Z 1J2

Respondent #53
Robert E Quist
P.O. Box 431
Marwayne, AB Canada T0B 2X0

Respondent #54
Paul Douglas Quist
P.O. Box 604
Marwayne, AB Canada T0B 2X0

Respondent #55
Laura Quist
P.O. Box 604
Marwayne, AB Canada T0B 2X0

1	Respondent #56	Respondent #66
2	Michael Kennedy	Lyle Wall
3	1334 13 th Avenue NW	P.O. Box 66
4	Moose Jaw, SASK Canada S6H 7J2	Polson, MT 59860
5	Respondent #57	Respondent #67
6	Maureen Kennedy	William M McDonald
7	1334 13 th Avenue NW	P.O. Box 66
8	Moose Jaw, SASK Canada S6H 7J2	Polson, MT 59860
9	Respondent #58	Respondent #68
10	Thomas Wade	Kenneth Graham (Lic.# BR009991000)
11	1315 Elphinstone Street	5035N 10 th Pl #210
12	Regina, SASK Canada S4T 765	Phoenix, AZ 85014
13	Respondent #59	Original Issue Date: 01/15/73
14	Kevin Arnold	Effective Date: 08/01/03
15	P.O. Box 27	Expiration Date: 07/31/05
16	Caron, SASK Canada S0H 0R0	License Status: Active
17	Respondent #60	Respondent #69
18	Denise Arnold	Barbara Graham
19	P.O. Box 27	5035 N 10 th Pl #210
20	Caron, SASK Canada S0H 0R0	Phoenix, AZ 85014
21	Respondent #61	Respondent #70
22	George Robb	Lloyd Meek
23	625 5th Street	6045 N. Dysart Rd.
24	New Westminster BC Canada V3M 1X4	Litchfield Park AZ 85340
25	Respondent #62	Respondent #71
26	Azim Aditia	Norma Meek
27	215 Pinemill Road NE	6045 N. Dysart Rd.
28	Calgary AB Canada T1Y 2E1	Litchfield Park AZ 85340
29	Respondent #63	Respondent #72
30	Robert Henry Payne	Pinnacle Financial Trust
31	605 Aboyne Cres. NE	#9 5th Street East
32	Calgary, AB Canada T2A 5Y7	Kalispell, MT 59901
33	Respondent #64	Respondent #73
34	EEC Living Land Trust	Steve Howe
35	1536 S. Reserve Ste. B	24 Martha Rd. #3
36	Missoula, MT 59801	Columbia Falls MT 59912
37	Respondent #65	Respondent #74
38	Kevin Waldher	J. Alquist (Lic.# BR004706000)
39	#9 5 th Street East	6044 N Calle Mio
40	Kalispell, MT 59901	Phoenix, AZ 85014
41		Original Issue Date: 08/28/80
42		Effective Date: 03/02/05
43		Expiration Date: 03/31/06
44		License Status: Active

Respondent #75
Phyllis MacFarland
7575 E. Indian Bend Rd.
Scottsdale, AZ 85250

Respondent #76
Lloyd Warren Hampton
540 Penworth Way SE
Calgary, AB Canada T2A 4G3

Respondent #77
Keith Bart Hampton
2009 39th Avenue NE
Calgary AB Canada T2E 8V8

Respondent #78
Jean Coldwell
PO Box 36
Riceton, SK S0G4E0 Canada

Respondent #79
Gunnvor Owens
Box 32009
Regina, SASK Canada S4N 7L2

Respondent #80
Leisure Lane Properties LLC
13145 E. Gold Dust Ave
Scottsdale, AZ 85229

Respondent #81
Lisa Schofield PLLC (SA526424000)
1413 E. Cortez Street
Phoenix, AZ 85020
Original Issue Date: 09/20/2001
Effective Date: 05/13/2005
Expiration Date: 09/30/2005
License Status: active

Respondent #82
Pinacor LLC
4727 E. Rancho Caliente Dr.
Cave Creek, AZ 85331

Respondent #83
Tam Wal Investments Inc.
844 N. 91st Way
Mesa, AZ 85207

Respondent #84
New River Sod Company
9699 N. Hayden Rd. #108
Scottsdale, AZ 85258

Respondent #85
Metropolitan One Trust
Box 32009
Regina, SASK Canada S4N 7L2

Respondent #86
Multi-Source
6130 W. Flamingo #135
Las Vegas, NV 89103

Respondent #87
Jeffery Hernandez
13145 E Gold Dust Ave.
Scottsdale, AZ 85259

Respondent #88
Red Eagle Land Trust
1194 Highway #2 East
Kalispell, MT 59901

Respondent #89
Alan L Lemisch
4724 E Rancho Caliente Dr.
Cave Creek, AZ 85331

Respondent #90
Kwan Jin (SA556898000)
5611 N. 16th St. #100
Phoenix, AZ 85016
and
7526 E. Maker Dr.
Scottsdale, AZ 85262
Original Issue Date: 12/10/2004
Effective Date: 12/10/2004
Expiration Date: 12/31/2006
License Status: active

Respondent #91
Manley Financial Group
6130 W. Flamingo #135
Las Vegas, NV 89103

Respondent #92
Roger Krogen
6130 W. Flamingo #135
Las Vegas, NV 89103

Respondent #93

Dwayne Walbaum

844 N. 91st Way

Mesa, AZ 85207

Respondent #94

Janina Zalewski

13356 W. Statler Street

Surprise, AZ 85374

Respondent #95

Roman Zalewski

13356 W. Statler Street

Surprise, AZ 85374

Respondent #96

Bryon Lucas

325 S. Santa Fe Avenue

Vista, CA 92083

Respondent #97

Barbara Lucas

325 S. Santa Fe Avenue

Vista, CA 92083

Respondent #98

Ron Knott

10830 N. 71st Place #105

Scottsdale, AZ 85254

Respondent #99

Margaret C Balli

6647 N. 44th Avenue

Glendale, AZ 85301

Respondent #100

Tayna R. Balli

6647 N44th Avenue

Glendale, AZ 85301

Respondent #101

Toni Caballero

6647 N44th Avenue

Glendale, AZ 85301

Respondent #102

Chauncey Ridge of Arizona

6130 W. Flamingo #135

Las Vegas NV 89103

Respondent #103

John F King & Assoc. LTD

Defined Benefit Plan

John F King - Trustee

1636 E. Aurelius

Phoenix, AZ 85020

Respondent #104

PEM Trust

7575 E. Indian Bend Rd

Scottsdale, AZ 85250

Respondent #105

K. Krogen

6130 W. Flamingo #135

Las Vegas NV 89103

Respondent #106

Fred Anderson

1401 Kimdale Street

Lehigh Acres, FL 33936

Respondent #107

Douglas Zaharichuk

8107 E Morgan Trail

Scottsdale, AZ 85258

COPY of the foregoing sent by courier this

19th Day of July, 2005, to:

Randy Delgado II, Assistant Attorney General

Arizona Attorney General's Office

1275 West Washington St.

Phoenix, AZ 85007

1 COPY of the foregoing delivered this 19th Day of July, 2005, to:

2 Arizona Department of Real Estate
3 Amy Bjelland, Director, Administrative Actions Division
4 Tom Adams, Director, Investigation & Auditing Division
5 Roy Tanney, Director, Subdivisions Division
6 Admin Actions Div for R E Bulletin
7 Elenti Katerelos, Compliance Officer
8 2910 North 44 Street, Ste 100
9 Phoenix, AZ 85018

8 *Etelle Regalle*

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